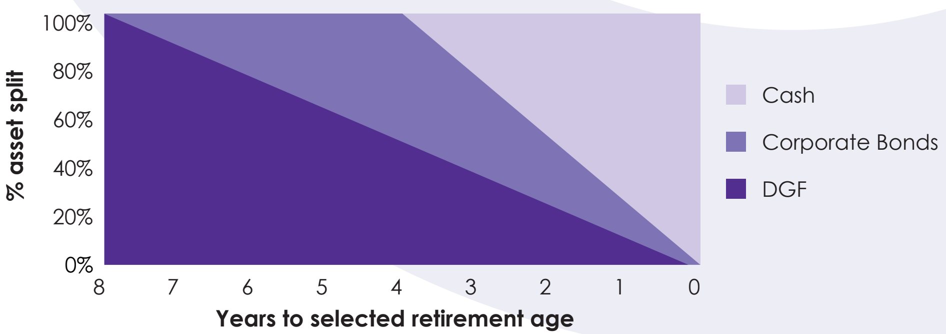
Years to selected retirement age	RMPP AVC Diversified Growth Fund %	LGIM Investment Grade Corporate Bonds All Stocks Index Fund %	RMPP AVC Cash Fund %
8+	100.0	0.0	0.0
7	87.5	12.5	0.0
6	75.0	25.0	0.0
5	62.5	37.5	0.0
4	50.0	50.0	0.0
3	37.5	37.5	25.0
2	25.0	25.0	50.0
1	12.5	12.5	75.0
At retirement	0.0	0.0	100.0

If you do not take your benefits at your selected retirement age, your AVC account will continue to be invested 100% in the RMPP AVC Cash Fund.

For example, when you are seven years from your selected retirement age your funds will be invested 87.5% in the Diversified Growth Fund (DGF) and 12.5% in the Corporate Bonds Fund.

The following graph shows how the mix of the three asset classes changes as you approach your selected retirement age:



Royal Mail Pension Plan

Addendum to the Guide to Additional Voluntary Contributions

October 2017

The Trustee of the Royal Mail Pension Plan (the Plan) is in the process of redesigning the 'Guide to Additional Voluntary Contributions' to make it easier to digest and bring it into line with the Plan's new way of communicating to its members. Whilst the new guide is being produced there are some areas of the existing guide that are out of date which we have highlighted in this addendum; you should read it at the same time as reading the guide.

Page 19

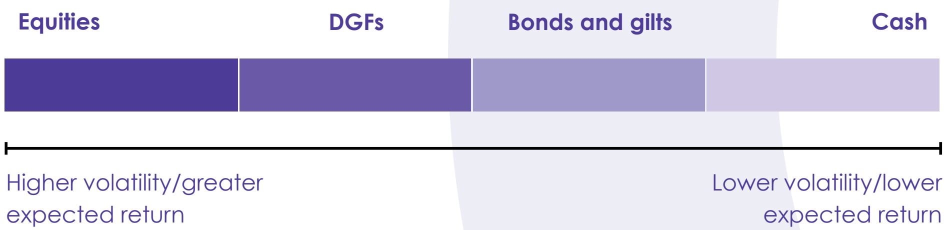
Immediately before the diagram on this page, there should be a new section that explains that, in addition to the three main types of investment, there is also the ability (under the Lifestyle option) to invest in the Diversified Growth Fund. The new section is as follows:

Diversified Growth Funds (DGFs)

Diversified Growth Funds (DGFs) are multi-asset funds that offer exposure to traditional and alternative asset classes. They have a target such as cash plus a certain percentage rather than trying to outperform a certain market. They seek to achieve this target return (which is broadly in line with expected returns from equities over the long term) by investing in a mixture of growth asset classes (for example, equities or property) and also by investing in defensive asset classes (for example, corporate bonds and cash).

You might want to use a DGF if your retirement is some way off, but are concerned about the risks inherent in investing solely in equities.

The diagram on page 19 should now include DGFs, as follows:



Page 20

In 'The Lifestyle option' section on the eighth line, the sentence that talks about 'equities' should be updated to say '...with potentially higher growth prospects – like equities **and DGFs...**'. Also, on the next line, 'Government bonds' should be replaced with 'corporate bonds'.

Page 22

Where the 'Annual Management Charges' section refers to 'HSBC Sinopia', this should be updated to say 'HSBC Global Asset Management'.

Page 30

Page 30 of the existing guide should be replaced with the content on the back page of this addendum.

Page 31

The address at the bottom of the page should be updated to:

Pensions Service Centre
PO Box 5863
Pond Street
Sheffield
S98 6AB

All other contact details are correct.